COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF EQUITABLE)	CASE NO. 2003-00111
GAS COMPANY)	

ORDER

On April 12, 1993, in Case No. 1992-00326, the Commission approved rates for Equitable Gas Company, a division of Equitable Resources, Inc. (Equitable), and provided for their further adjustment on a quarterly basis in accordance with Equitable s gas cost adjustment (GCA) clause.

On March 24, 2003, Equitable filed its proposed GCA to be effective May 1, 2003.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- 1. Equitable s notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
- 2. Equitable s expected gas cost (EGC) is \$9.1606 per Mcf, which is an increase of \$1.6271 per Mcf from its previous EGC of \$7.5335.
- 3. Equitable s notice sets out a current quarter actual adjustment (AA) of 63.2 cents per Mcf. Equitable s total AA is \$1.4716 per Mcf, which is 19.4 cents per Mcf more than the previous total AA.

4. Equitable s notice sets out a current quarter balancing adjustment (BA) of (1.52) cents per Mcf. Equitable s total BA is 22.09 cents per Mcf, which is .74 cents per Mcf less than the previous total BA.

5. Equitable's GCA is \$10.8531 per Mcf, \$1.8137 per Mcf more than its previous rate of \$9.0394.

6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for final meter readings by Equitable on and after May 1, 2003.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order, attached hereto and incorporated herein, are approved for final meter readings on and after May 1, 2003.

2. Within 20 days of the date of this Order, Equitable shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 22nd day of April, 2003.

By the Commission

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2003-00111 DATED April 22, 2003

The following rates and charges are prescribed for the customers in the area served by Equitable Gas Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES: Monthly

Customer Charge		\$4.45		
		Base Rate	Gas Cost Recovery <u>Rate</u>	Total Rate
First	2 Mcf	\$1.0399	\$10.8531	\$11.8930
Next	18 Mcf	.8178	10.8531	11.6709
Next	30 Mcf	.7179	10.8531	11.5710
Next	50 Mcf	.6290	10.8531	11.4821
All Ove	r 100 Mcf	.5513	10.8531	11.4044

The minimum bill shall be \$4.45

The above rates include recovery of a Kentucky West Virginia Gas Company surcharge of 61.4 cents per Dth pursuant to the settlement of Docket No. TQ 89-1-46, et. al. before the Federal Energy Regulatory Commission.